THE KERALA SOAP INSTITUTE, CALICUT—*cont.*

Manufacturing account for the quarter ending 30th June 1924.

—	Vegetol soap.	Washwell soap.	Toilet soap.	Yellow bar soap.	Deepa brand soap.	Fish-oil soft soap.	Fish-oil rosin soap.	Total.
	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.
To Stock in process of manufacture.	386 0 9	29,993 3 4	544 2 11	..	..	..	..	30,923 7 0
" Raw materials, fire-wood, etc., used.	2,782 10 1	3,560 9 7	895 3 6	30,801 1 7	38 3 8	1,348 4 7	416 3 0	39,842 4 0
" Wages	33 14 4	347 7 9	37 8 3	645 11 0	9 6 9	38 1 0	15 10 11	1,127 12 0
" Factory overheads ..	251 4 2	3,209 12 7	91 2 2	2,622 2 4	5 14 0	353 2 2	101 7 4	6,634 12 9
Total ..	3,453 13 4	37,111 1 3	1,568 0 10	34,068 14 11	53 8 5	1,739 7 9	533 5 3	78,528 3 9
By Scraps, etc., used for other soaps.	786 1 6	994 10 0	29 0 4		..	..	..	1,809 11 10
" Finished soaps sent to Stores.	2,667 11 10	10,646 11 4	101 15 0	22,070 10 9	..	1,707 15 0	533 5 3	37,728 5 2
" Stock in process of manufacture.	..	25,469 11 11	1,437 1 6	11,998 4 2	53 8 5	31 8 9	..	38,990 2 9
Total ..	3,453 13 4	37,111 1 3	1,568 0 10	34,068 14 11	53 8 5	1,739 7 9	533 5 3	78,528 3 9

Trading account for the quarter ending 30th June 1924.

——	Vegetol soap.	Washwell soap.	Toilet soap.	Yellow bar soap.	Cheap bar soap.	Fish-oil soft soap.	Fish-oil rosin soap.	Total.
	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.	RS. A. P.
To Stock on hand ..	4,820 14 3	4,916 0 6	1,988 3 0	..	977 10 0	406 0 6	567 2 6	13,675 14 9
,, Returns	..	..	..	..	646 3 2	..	..	646 3 2
,, Cost of soaps received from Factory.	2,667 11 10	10,646 11 4	101 15 0	22,070 10 9	..	1,707 15 0	533 5 3	37,728 5 2
,, Packing charges, etc. (cart hire and Railway freight).	223 13 7	890 6 0	267 5 10	2,224 14 8	6 2 0	676 0 6	35 12 0	4,324 6 7
,, Perfumes and essential oils.	..	..	68 5 9	..	..	..	..	68 5 9
,, Gross Profit carried to Profit and Loss Account.	1,134 1 8	6,677 2 3	140 6 4	3,991 3 11	..	1,312 8 3	144 4 6	13,399 10 11
Total ..	8,846 9 4	23,130 4 1	2,566 3 11	28,286 13 4	1,629 15 2	4,102 8 3	1,280 8 3	69,842 14 4
By Sales less returns ..	5,102 1 2	18,712 10 7	911 6 4	28,200 0 0	226 4 10	4,058 0 0	650 13 0	57,861 3 11
,, Free samples issued ..	2 2 2	12 13 6	71 7 10	1 14 4	9 0 0	0 1 3	0 3 2	97 10 3
,, Soaps issued for reboiling.	..	..	..	..	..	..	292 9 1	292 9 1
,, Stock on hand ..	3,742 6 0	4,404 12 0	1,583 5 9	84 15 0	1,112 10 0	44 7 0	336 15 0	11,309 6 9
,, Gross loss carried to Profit and Loss Account.	..	..	..	..	282 0 4	..	..	282 0 4
Total ..	8,846 9 4	23,130 4 1	2,566 3 11	28,286 13 4	1,629 15 2	4,102 8 3	1,280 8 3	69,842 14 4

THE KERALA SOAP INSTITUTE, CALICUT—*cont.*

Profit and loss account for the quarter ending 30th June 1924.

	RS.	A.	P.	RS.	A.	P.
To Expenses—						
,, Establishment charges	3,547	3	5			
,, Rates and taxes	33	0	0			
,, Travelling expenses	373	13	0			
,, Advertisement charges	1,015	7	8			
,, Printing and stationery	583	3	7			
,, Postage and telegrams	148	5	6			
,, Despatching charges (freight, etc.) ..	471	6	6			
,, Sundry office and factory expenses ..	170	12	9			
,, Laboratory experimental work ..	10	7	0			
,, Free samples issued	118	6	3			
,, Discount and exchange	0	11	0			
				6,472	12	8
To Depreciation on—						
,, Office buildings	89	0	0			
,, Laboratory apparatus	566	0	0			
,, Office furniture	119	0	0			
,, Library books	60	0	0			
				834	0	0
To Reserve for expenses credited to Government—						
,, Director's supervision charges ..	542	8	0			
,, Fire insurance	27	15	0			
,, Interest on capital	3,197	2	0			
,, Audit fee	375	0	0			
				4,142	9	0
To Revaluation of stores	..			484	8	3
,, Rebate allowed to customers ..	..			410	12	0
,, Net profit for the quarter	..			1,214	5	1
Total ..				13,558	15	0

	RS.	A.	P.
By Gross profit from trading account	13,117	10	7
,, Sundry sales	267	15	4
,, Glycerine lyes	120	11	1
,, House-rent	52	10	0
Total ..	13,558	15	0

2nd March 1925]

II

Endorsement of the Accountant-General, No. H. A. Comml. 7–429, *dated* 30*th October* 1924.

Forwarded.

The audit report was received only on the 25th October 1924.

2. The total of the drawings from the treasury as shown in the balance sheet agrees with the figures recorded in the books of this office while the total remittances during the period as per books of this office is Rs. 26,751–4–2; the difference is due to the Superintendent having taken credit for a sum of Rs. 1,028–1–0 which was adjusted in the accounts of this office in September 1924, while a sum of Rs. 1–5–0 credited in Coimbatore in June 1924, was omitted by the Superintendent.

3. The amount to be charged to the concern on account of Director of Industries' supervision as per paragraph 10 of G.O. No. 749, Development, dated 11th April 1924, would be Rs. 537–8–0 (Rs. 140 plus 5 per cent of Director of Industries' pay for the quarter), while Rs. 542–8–0 is shown in the profit and loss account.

4. As the buildings and assets have not actually been insured, it would not be necessary to pass any book entries for insurance charges (vide decision of the conference of the 8th September 1924 on the point).

5. Details are not available as to how the sum of Rs. 3,197–2–0 charged in the profit and loss account as interest for the quarter has been arrived at.

6. The Hornsby oil engine and pump purchased in March 1920, at a cost (including freight) of Rs. 2,374 are stated never to have been worked since and finally ordered to be sold for Rs. 1,000 to a private firm by the Director of Industries in May 1924. It may be desirable in this connexion to consider whether detailed rules should not be framed at an early date, defining the powers of heads of departments and subordinate authorities to dispose of the assets of Government commercial concerns, and indicating the procedure to be followed in the matter of such sales.

7. The auditor's remark that 'Book figures have been accepted as correct in the case of stocks of raw materials and soaps' perhaps suggests that no independent verification of stock was conducted in this quarter by a departmental officer as required in paragraph 7 of G.O. No. 749, Development, dated 11th April 1924.

[2nd March 1925

8. The travelling advance given to the manager is reported to have been completely recovered since and the large balance of 'Cash and cheques' shown as kept in hand unremitted into the treasury on the last day of the quarter, is stated to be due to the receipt of a cheque for Rs. 11,116–7–0 on the 30th June 1924, too late to be credited in the treasury on the same date.

9. No debit has been raised in the profit and loss statement on account of contribution for leave and pensionary allowances of the staff.

J. F. MITCHELL,
Accountant-General.

To the Secretary to Government, Development Department.

III

Letter from E. F. THOMAS, Esq., C.I.E., I.C.S., Director of Industries, to the Secretary to Government, Development Department (through the Accountant-General), dated Madras, the 20th October 1924, No. 384–E/24.

In continuation of my letter No. 384–E/24, dated the 8th October 1924, I have the honour to enclose herein a copy of a communication, dated the 11th October 1924, from the Superintendent, Kerala Soap Institute, Calicut, with a list of outstandings on 31st March and 30th June 1924. It will be observed that out of the outstandings pending collection on the 30th June 1924 a sum of Rs. 57,857–14–1 has since been collected, leaving a balance of Rs. 19,910–1–0 yet to be collected.

ENCLOSURE

Letter from the Superintendent, Kerala Soap Institute, Calicut, dated 11th October 1924.

[Audited accounts of the Kerala Soap Institute for the quarter ending 30th June 1924]

[Director's Endorsement No. 384–E/24, dated 8th October 1924]

The undersigned begs to return herewith the audited balance sheet and relative accounts of the Institute for the quarter ending 30th June 1924, received with the Director's memorandum quoted above.

Revaluation of assets.—The undersigned would revalue the assets and submit a revaluation report as early as possible.

Book debts.—The large increase in book debts on 30th June 1924 as compared to 31st March 1924 was on account of two invoices for Rs. 4,000 and Rs. 28,200 rendered to the Deputy Assistant Controller of Military Accounts in June 1924 for soft and yellow bar soaps supplied to the Controller of stores, respectively, which were outstanding on 30th June 1924. These bills were subsequently paid in full.